

Carlos J. Cuevas, Esq.  
Attorney for Debtor  
Gujarat Times, Inc.  
1250 Central Park Avenue  
Yonkers, New York 10704  
Tel. No. 914.964.7060  
Carlos J. Cuevas

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

-X

In re

Chapter 11

## GUJARAT TIMES, INC.,

Case No.

Debtor.

x

**DEBTOR'S AFFIDAVIT PURSUANT TO LOCAL BANKRUPTCY RULE**

STATE OF NEW YORK }  
 } .ss:  
COUNTY OF WESTCHESTER }

ROBERT SPERDUTO, being duly sworn deposes and says:

1. I am the Successor Executor of the Estate of Gopal Raju, and am the President of Gujarat Times, Inc. Unless otherwise stated, I have personal knowledge of the facts contained in this Affidavit.
  2. The Debtor publishes a newspaper aimed at supplying news to the East Asian community in the New York tri-state area. The Debtor is filing for Chapter 11 to facilitate an asset sale to a third party. The proceeds of the sale will be distributed pursuant to a disclosure statement and plan of reorganization.
  3. There was no creditors' committee organized prior to the commencement of this

reorganization case.

4. For the twenty largest unsecured creditors please see Exhibit A.
5. For the five largest secured creditors please see Exhibit B.
6. A summary of the Debtor's assets and liabilities is attached as Exhibit C.
7. The Debtor is not a publicly traded corporation.
8. None of the Debtor's property is in the possession of a custodian or other similar entity.
9. The leases office space at 789 Newark Avenue, Jersey City, New Jersey 07306.

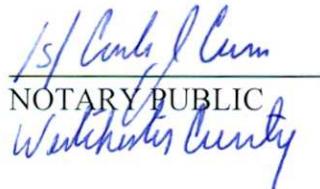
The Debtor also has an office at 14 Glenn Place, Hastings-on-Hudson, New York 10706.

10. The Debtor's books and records are located at 789 Newark Avenue, Jersey City, New Jersey 07306.
11. There are no actions pending against the debtor.
12. The Debtor's senior management is as follows: Robert Sperduto, President and Darshana Ghandi, Treasurer.
13. Attached is the debtor's 30 day budget. Exhibit D.



ROBERT SPERDUTO

Sworn to before this  
26th of January 2010



NOTARY PUBLIC  
Watauga County

# EXHIBIT A



Form B4W (12/07)

Blumberg Excelsior, Inc., Publisher, NYC 10013

**UNITED STATES BANKRUPTCY COURT**  
Gujarat Times, Inc.

**DISTRICT OF**  
Debtor(s) Case No.

**LIST OF CREDITORS HOLDING 20 LARGEST UNSECURED CLAIMS**

Following is the list of the debtor's creditors holding the 20 largest unsecured claims. The list is prepared in accordance with Fed. R. Bankr. P.1007(d) for filing in this chapter 11 [or chapter 9] case. The list does not include (1) persons who come within the definition of "insider" set forth in 11 U.S.C. §101(30) or (2) secured creditors unless the value of the collateral is such that the unsecured deficiency places the creditor among the holders of the 20 largest unsecured claims. If a minor child is one of the creditors holding the 20 largest unsecured claims, state the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See, 11 U.S.C. § 112 and Fed. R. Bankr. P. 1007(m).

(1) NAME OF CREDITOR AND COMPLETE MAILING ADDRESS INCLUDING ZIP CODE	(2) NAME, TELEPHONE NUMBER AND COMPLETE MAILING ADDRESS, INCLUDING ZIP CODE OF EMPLOYEE, AGENT, OR DEPARTMENT OF CREDITOR FAMILIAR WITH CLAIM.	(3) NATURE OF CLAIM (trade debt, bank loan, government contract, etc)	(4) C U S D	(5) AMOUNT OF CLAIM (If secured also state value of security)
Dr. Dhiru Shah 90 Coves Run Syosset, NY 11791				289,583.33
Kokila Patel 101 Route 106 Muttontown, NY 11853				107,116.67
Prakash Parekh 14 Glenn Place Hastings on Hudson, NY 10706				79,400.00
Indravadan Dave 2301 Woodward Street Apt G10 Philadelphia, PA 19115				76,450.00
Parag Mehta 410 Old Courthouse Road Manhasset Hills, NY 11040				69,500.00
Dr. Nagin Mehta 791 Inverness Drive Milipitas, CA 95033				57,916.67
Dr. Manilal Patel 101 Route 106 Muttontown, NY 11853				57,916.67
Prakash Parekh 14 Glenn Place Hastings on Hudson, NY 10706				51,986.77
Sperduto Spector & Co. 16 Chester Ave White Plains, NY 10601				19,750.00
Yogesh Mehta 236 Madison Avenue Clifton, NJ 07011				18,243.15

"(4) C U S D" If contingent, enter C; if unliquidated, enter U; if disputed, enter D; if subject to setoff, enter S.

\* Value of secured portion of claim



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Hirubhai Patel 82-01 60th Road Middle Village, NY 11379				16,020.50
Concept Press 43-01 22nd Street Long Island City, NY 11101				14,937.43
Bipin Kapadia 87 Terrace Avenue Jersey City, NJ 07307				14,752.70
Jayeshkumar C. Patel 16 Pointer Lane Kendal Park, NJ 08824				13,900.00
Amy Parekh 14 Glenn Place Hasting on Hudson, NY 11853				13,900.00
Chetan Gada 34 Stagg Street Apt 1 Jersey City, NJ 07306				11,583.33
Baiju Thakkar 81-11, 45th Ave Apt #9E Elmhurst, NY 11373				11,583.00
PressMart Media Ltd. 1-8-617/2 Prakasham Nagar Begumpet, Hyderabad 500 016 AP India				10,087.50
Purchase Power PO Box 856042 Louisville, KY 40285-6042				10,028.43
Rajiv Bhamri 42 Broadway New York, NY 10004				10,000.00

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Gopal Raju c/o Robert Sperduto Executor 15 Chester Avenue White Plains, NY 10601				10,000.00
Darshana Gandhi 70-25 Yellowstone Blvd. Forest Hills, NY 11375				9,436.29
Shailu Desai 152 Primrose Road Williston Park, NY 11596				8,680.26
Farrauto Berman & Slater 1250 Central Park Avenue Yonkers, NY 10704				7,842.25
Prakash Parekh 14 Glenn Place Hastings on Hudson, NY 10706				7,465.65
Sudha Parekh 14 Glenn Place Hastings on Hudson, NY 10706				7,000.00
Ramesh Jhadav 97 Eleanor Drive Kendall Park, NJ 08824				5,905.80
American Express P.O. Box 360001 Fort Lauderdale, FL 33336-00				5,288.81
Eliphas Kancherkutala 104-31 117th Street South Richmond Hill, NY 11411				4,447.75
SKD Partners 462 Seventh Ave 4th Floor New York, NY 10018				2,500.00

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Snaps India 620 Pavonia Ave Apt B4 Jersey City, NJ 07306				1,400.00
CWC Software 150 Grossman Drive Suite 201 Braintree, MA 02184				1,020.50
Bank of America PO Box 15184 Wilmington, DE 19850-5184				892.00
Verizon PO Box 12045 Trenton, NJ 08650-2045				631.49
Gerald Weinberg, P.C. 90 State Street Albany, NY 12207				608.10
Darshana Gandhi 70-25 Yellowstone Blvd. Forest Hills, NY 11375				584.99
Manoj Vyas 3730 73rd Street 2nd Fl. Jersey City, NJ 07307				504.50
Coastal System, Inc PO Box 1014 New York, NY 10013				325.13
NYS Dep't. of Taxation and F TSRD-BUS. CORP. TAX PROTEST W.A. Harriman State Campus Albany, NY 12227-0001				212.31
Paychex 1551 South Washington Ave Suite 200 Piscataway, NJ 08854				139.00

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\* Value of secured portion of claim



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**Gujarat Times, Inc.**

**DISTRICT OF**  
**Debtor(s) Case No.**

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PSEG POB 1444 New Brunswick, NJ 08906-4444				127.62

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\* Value of secured portion of claim

# EXHIBIT B



In re: Gujarat Times, Inc.

Debtor(s) Case No.

## SCHEDULE D - CREDITORS HOLDING SECURED CLAIMS

 Check this box if debtor has no creditors holding secured claims to report on this Schedule D

CREDITOR'S NAME AND MAILING ADDRESS INCLUDING ZIP CODE AND ACCOUNT NUMBER (See Instructions)	CO D E B T	H W J C	DATE CLAIM WAS INCURRED, NATURE OF LIEN, AND DESCRIPTION AND MARKET VALUE OF PROPERTY SUBJECT OF LIEN	AMOUNT OF CLAIM WITHOUT DEDUCTING VALUE OF COLLATERAL	UNSECURED PORTION IF ANY	C U D *
A/C #			VALUE \$ 261,343.05	261,343.05		
State Bank of Long Island 2 Jericho Plaza Suite 207 Jericho, NY 11753			Business loan.			
A/C #			VALUE \$			
A/C #			VALUE \$			
A/C #			VALUE \$			
A/C #			VALUE \$			
A/C #			VALUE \$			
A/C #			VALUE \$			
Subtotal -> (Total of this page)				261,343.05	0.00	
Total ->				261,343.05	0.00	

Continuation Sheets attached. (use only on last page of the completed Schedule D.)

\*If contingent, enter C; if unliquidated, enter U; if disputed, enter D.

(Report total also on  
Summary of Schedules)(If applicable,  
Report also on  
Statistical Summary  
of Certain  
Liabilities and  
Related Data.)

# EXHIBIT C

11:32 AM

01/25/10

Accrual Basis

**Gujarat Times Inc**  
**Balance Sheet**  
As of December 31, 2009

Dec 31, 09

<b>ASSETS</b>	
<b>Current Assets</b>	
<b>Checking/Savings</b>	
1010 · Cash In Bank	-15,088.14
1018 · Indus _Payroll	-2,741.81
1017 · Indus American Bank	103.15
1013 · State Bank Of Long Island	103.15
<b>Total 1010 · Cash In Bank</b>	<b>-17,726.80</b>
<b>Total Checking/Savings</b>	<b>-17,726.80</b>
<b>Accounts Receivable</b>	
1205 · Accounts Rec. - GT	97,240.58
<b>Total Accounts Receivable</b>	<b>97,240.58</b>
<b>Other Current Assets</b>	
1130 · Prepaid Expense	4,320.85
1135 · Prepaid Postage - NY	4,320.85
<b>Total 1130 · Prepaid Expense</b>	<b>4,320.85</b>
<b>Total Other Current Assets</b>	<b>4,320.85</b>
<b>Total Current Assets</b>	<b>83,834.63</b>
<b>Fixed Assets</b>	
1510 · Furniture & Fixture	15,560.81
1525 · Accum. Dep - Furn & Fix	-14,368.94
1550 · Equipment	101,378.35
1560 · Accum. Dep - Equipment	-79,963.94
1570 · Computer & Software	147,780.58
1575 · Accu. Deprec. on Computer Equip	-140,551.49
<b>Total Fixed Assets</b>	<b>29,835.37</b>
<b>Other Assets</b>	
1211 · Investment in GT Mailing List	32,985.45
1140 · Due to/from affiliates	-10,000.00
1152 · GR Estate	-10,000.00
<b>Total 1140 · Due to/from affiliates</b>	<b>-10,000.00</b>
<b>Total Other Assets</b>	<b>22,985.45</b>
<b>TOTAL ASSETS</b>	<b>136,655.45</b>
<b>LIABILITIES &amp; EQUITY</b>	
<b>Liabilities</b>	
<b>Current Liabilities</b>	
<b>Accounts Payable</b>	
2010 · Accounts Payable	88,795.59
<b>Total Accounts Payable</b>	<b>88,795.59</b>
<b>Other Current Liabilities</b>	
2030 · Interest Payable	101,384.00
2051 · Preferred Trade Creditors	16,020.50
2092 · Loan HP	10,000.00
2091 · Loan RB	10,000.00
<b>Total 2051 · Preferred Trade Creditors</b>	<b>26,020.50</b>
2620 · Prakash Parekh	51,986.77
2070 · Advance from customers	14,277.00
2219 · Loan from State Bank of Long Is	248,886.64
<b>Total Other Current Liabilities</b>	<b>442,554.91</b>
<b>Total Current Liabilities</b>	<b>531,350.50</b>

11:32 AM

01/25/10

Accrual Basis

**Gujarat Times Inc  
Balance Sheet  
As of December 31, 2009**

	Dec 31, 09
<b>Long Term Liabilities</b>	
<b>2300 · Preferred Creditors</b>	
2311 · Hatsumi Chiaki	28,000.00
2306 · Kokila Patel	92,500.00
2305 · Chetan R Gada	10,000.00
2225 · Amy Parekh	12,000.00
2227 · Menilal Patel	50,000.00
2224 · Jayeshkumar Patel	12,000.00
2223 · Baiju N Thakkar	10,000.00
2222 · Dhiru H Shah	250,000.00
2221 · Nagin & Hansa Mehta	50,000.00
2303 · Parag Mehta TTEE Defined Ben.	60,000.00
2302 · Indravadan Dave	66,000.00
<b>Total 2300 · Preferred Creditors</b>	<b>640,500.00</b>
<b>Total Long Term Liabilities</b>	<b>640,500.00</b>
<b>Total Liabilities</b>	<b>1,171,850.50</b>
<b>Equity</b>	
<b>3010 · Capital Stock</b>	<b>50,000.00</b>
<b>3020 · Additional Paid-In-Capital</b>	<b>1,510,926.68</b>
<b>1110 · Retained Earnings</b>	<b>-1,470,519.44</b>
<b>Net Income</b>	<b>-1,125,602.29</b>
<b>Total Equity</b>	<b>-1,035,195.05</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b><u>136,655.45</u></b>

# **EXHIBIT D**

**Gujarat Times Inc**  
**Budgeted expenses for the month of February 2010**

		<b>Weekly</b>	<b>Monthly</b>
Rent			1260.00
Heat			200.00
Printing		1900.00	8500.00
POST	News Paper mailing	1900.00	8500.00
	Office mailing	70.00	220.00
	Stamps	100.00	370.00
<b>SALARY Gross</b>		4012.00	20852.00
Telephone			450.00
Net work			210.00
Utility			150.00
Repairs & maitainance			200.00
Insurance	Heartford Fire Insurance		450.00
Professional Fees	Paychex		225.00
	Accounting fees		500.00
<b>Office Expense and Supplies</b>	Office Supplies		300.00
	Office Exp		500.00
	Misc Exp		300.00
Credit Card Charges	Business Card		170.00
Travel & Entertainment			
	Shailu	13.00	56.00
	Eliphaz	85.00	370.00
	Misc.		300.00
Equipment Lease	Leaf		196.00
Payroll tax employer liability		401.00	1750.00
<b>Total Budgeted Exp</b>			<b>46029.00</b>

**Weekly Salaries- Gross**

Sudha Parekh	1000
Shailu Desai	490
Shailu Desai- Commsission	100
Darshana-	432
Ramesh Jadav	400
Elipahaz K	345
Bipin Kapadia	550
Yogesh Mehta	495
Yogesh Mehta Commission	200
<hr/> <b>Total</b>	<hr/> <b>4012</b>